

Author: Campbell/Runner Analyst: Rachel Coco Bill Number: SB 14
 Related Bills: See Prior Analysis Telephone: 845-4328 Amended Dates: April 20, 2005
April 25, 2005
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Underpayment of Estimated Tax Penalty Relief

- ____ ANALYSIS NOT REQUIRED of this bill – Not within scope of responsibility of this department.
- ____ TECHNICAL BILL – No program or fiscal changes to existing program.
- ____ BILL AS AMENDED NO LONGER WITHIN SCOPE of responsibility or program of the department.
- ____ TECHNICAL AMENDMENT – No change in previously submitted analysis required. Approved position of prior analysis is _____.
- ____ MINOR AMENDMENT – No change in previously submitted analysis required. Approved position of prior analysis is _____.
- ☒ MINOR AMENDMENT – No change in approved position of Support.
 See Comments below
- ____ OTHER – See comments below.

COMMENTS:

This bill would provide an exception to the estimated tax underpayment penalty.

The April 20, 2005, and April 25, 2005, amendments would change the operative date for underpayment relief from January 1, 2006, to January 1, 2005. As a result, any underpayments caused or increased by tax law changes enacted during 2004 would not be subject to the penalty.

The remainder of the department's analysis of the bill as amended February 2, 2005, still applies.

Board Position:

☒ S _____ NA _____ NP
 _____ SA _____ O _____ NAR
 _____ N _____ OUA _____ PENDING

Franchise Tax Board Staff

Date

Rachel Coco

4/28/05